

E - Education Cabinet

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	85,699,400	85,699,400		86,179,300	87,504,100	1,324,800	86,404,900	90,190,300	3,785,400
Restricted Funds	38,942,900	38,942,900		38,673,900	38,673,900		38,872,500	38,872,500	
Federal Funds	747,569,900	747,569,900		750,326,700	751,056,000	729,300	750,443,500	751,207,400	763,900
Regular Total Funds	872,212,200	872,212,200		875,179,900	877,234,000	2,054,100	875,720,900	880,270,200	4,549,300
Use of Continuing	631,500	631,500							
TOTAL FUNDS	872,843,700	872,843,700		875,179,900	877,234,000	2,054,100	875,720,900	880,270,200	4,549,300

II. EXPENDITURE CATEGORY

Personnel Costs	141,942,400	141,942,400		149,641,000	150,545,100	904,100	151,397,900	152,339,200	941,300
Operating Expenses	39,882,500	39,882,500		39,512,800	39,662,800	150,000	39,001,600	39,151,600	150,000
Grants, Loans, Benefits	689,516,600	689,516,600		684,477,800	685,477,800	1,000,000	683,869,600	685,044,600	1,175,000
Debt Service								2,283,000	2,283,000
Capital Outlay	1,502,200	1,502,200		1,548,300	1,548,300		1,451,800	1,451,800	
TOTAL EXPENDITURES	872,843,700	872,843,700		875,179,900	877,234,000	2,054,100	875,720,900	880,270,200	4,549,300

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	85,699,400	85,699,400		85,077,000	85,077,000		85,720,400	85,720,400	
Restricted Funds	38,063,300	38,063,300		37,907,900	37,907,900		38,102,900	38,102,900	
Federal Funds	747,569,900	747,569,900		746,683,000	746,683,000		746,604,100	746,604,100	
Regular Total Funds	871,332,600	871,332,600		869,667,900	869,667,900		870,427,400	870,427,400	
Use of Continuing	631,500	631,500							
TOTAL BASE LEVEL	871,964,100	871,964,100		869,667,900	869,667,900		870,427,400	870,427,400	

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund				1,102,300	2,427,100	1,324,800	684,500	4,469,900	3,785,400
Restricted Funds	879,600	879,600		766,000	766,000		769,600	769,600	
Federal Funds				3,643,700	4,373,000	729,300	3,839,400	4,603,300	763,900
TOTAL ADDITIONAL	879,600	879,600		5,512,000	7,566,100	2,054,100	5,293,500	9,842,800	4,549,300

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
General Fund									
Restricted Funds				800,000	800,000				
Federal Funds				850,000	850,000				
Bond Funds					23,762,000	23,762,000			
Capital Construction Surplus				335,000	335,000				
Investment Income				400,000	400,000		400,000	400,000	
TOTAL CAPITAL				2,385,000	26,147,000	23,762,000	400,000	400,000	

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,325,200	2,325,200		2,425,200	2,425,200		2,425,200	2,425,200	
Restricted Funds	6,122,200	6,122,200		6,393,400	6,393,400		6,502,400	6,502,400	
Federal Funds	190,000	190,000		190,000	190,000		190,000	190,000	
Regular Total Funds	8,637,400	8,637,400		9,008,600	9,008,600		9,117,600	9,117,600	
Use of Continuing									
TOTAL FUNDS	8,637,400	8,637,400		9,008,600	9,008,600		9,117,600	9,117,600	
II. EXPENDITURE CATEGORY									
Personnel Costs	6,834,300	6,834,300		7,086,800	7,086,800		7,200,500	7,200,500	
Operating Expenses	1,510,300	1,510,300		1,604,600	1,604,600		1,599,900	1,599,900	
Grants, Loans, Benefits	250,600	250,600		275,000	275,000		275,000	275,000	
Capital Outlay	42,200	42,200		42,200	42,200		42,200	42,200	
TOTAL EXPENDITURES	8,637,400	8,637,400		9,008,600	9,008,600		9,117,600	9,117,600	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,325,200	2,325,200		2,425,200	2,425,200		2,425,200	2,425,200	
Restricted Funds	6,122,200	6,122,200		6,393,400	6,393,400		6,502,400	6,502,400	
Federal Funds	190,000	190,000		190,000	190,000		190,000	190,000	
Regular Total Funds	8,637,400	8,637,400		9,008,600	9,008,600		9,117,600	9,117,600	
Use of Continuing									
TOTAL BASE LEVEL	8,637,400	8,637,400		9,008,600	9,008,600		9,117,600	9,117,600	
TRANSFERS TO THE GENERAL FUND									
General Administration and Program Support									
Agency Revenue Fund	53,000	53,000		75,000	75,000		89,600	89,600	
TOTAL	53,000	53,000		75,000	75,000		89,600	89,600	

**Fiscal Biennium 2006-2008
Budget Modification Report**

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General Administration and Program Support

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from General Administration and Program Support, Restricted Funds of \$53,000 in fiscal year 2005-2006, \$75,000 in fiscal year 2006-2007, and \$89,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill provides general fund resources of \$225,000 in each fiscal year of the biennium for the East Kentucky Science Center.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision.

"East Kentucky Science Center: Included in the above General Fund appropriation is \$225,200 in fiscal year 2006-2007 and \$225,200 in fiscal year 2007-2008 for a grant to the East Kentucky Science Center."

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				300,000	300,000		300,000	300,000	
TOTAL CAPITAL				300,000	300,000		300,000	300,000	
II. CAPITAL PROJECTS									
1	Maintenance Pool								
PRJ5302503									
Investment Income				300,000	300,000		300,000	300,000	
Project Total				300,000	300,000		300,000	300,000	
TOTAL CAPITAL				300,000	300,000		300,000	300,000	

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Deaf and Hard of Hearing

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	845,500	845,500		920,400	920,400		933,000	933,000	
Restricted Funds	257,000	257,000		357,000	357,000		357,000	357,000	
Regular Total Funds	1,102,500	1,102,500		1,277,400	1,277,400		1,290,000	1,290,000	
Use of Continuing									
TOTAL FUNDS	1,102,500	1,102,500		1,277,400	1,277,400		1,290,000	1,290,000	
II. EXPENDITURE CATEGORY									
Personnel Costs	772,500	772,500		804,200	804,200		822,600	822,600	
Operating Expenses	330,000	330,000		473,200	473,200		467,400	467,400	
TOTAL EXPENDITURES	1,102,500	1,102,500		1,277,400	1,277,400		1,290,000	1,290,000	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	845,500	845,500		820,400	820,400		833,000	833,000	
Restricted Funds	252,000	252,000		252,000	252,000		252,000	252,000	
Regular Total Funds	1,097,500	1,097,500		1,072,400	1,072,400		1,085,000	1,085,000	
Use of Continuing									
TOTAL BASE LEVEL	1,097,500	1,097,500		1,072,400	1,072,400		1,085,000	1,085,000	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				100,000	100,000		100,000	100,000	
Restricted Funds	5,000	5,000		105,000	105,000		105,000	105,000	
TOTAL ADDITIONAL	5,000	5,000		205,000	205,000		205,000	205,000	
V. ADDITIONAL BUDGET ITEMS									
1 GB Deaf and Hard of Hearing - Staff Interpreters									
ABR3400002 Provide funds for interpreters services.									
Restricted Funds	5,000	5,000		5,000	5,000		5,000	5,000	
Project Total	5,000	5,000		5,000	5,000		5,000	5,000	
2 GB Deaf and Hard of Hearing - TDD Distribution Program									
ABR3400001 Provide General Fund and Agency Revenue to meet the increase demand for services.									
General Fund				100,000	100,000		100,000	100,000	
Restricted Funds				100,000	100,000		100,000	100,000	
Project Total				200,000	200,000		200,000	200,000	

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Deaf and Hard of Hearing

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
TOTAL ADDITIONAL	5,000	5,000		205,000	205,000		205,000	205,000	

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Deaf and Hard of Hearing

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Telecommunication Devices for the Deaf (TDD): Included in the above Restricted Funds appropriation is an additional \$100,000 in fiscal year 2006-2007 and \$100,000 in fiscal year 2007-2008 and General Fund moneys of \$100,000 in fiscal year 2006-2007 and \$100,000 in fiscal year 2007-2008 to be used for operating the Telecommunication Devices for the Deaf Distribution Program."

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Restricted funds of \$5,000 in fiscal year 2006-2007 and \$5,000 in fiscal year 2007-2008 received as a result of staff interpreters services.

HOUSE REPORT

The House concurs with the Branch.

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Kentucky Educational Television

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	14,208,300	14,208,300		14,694,500	14,794,500	100,000	14,909,100	16,816,100	1,907,000
Restricted Funds	996,500	996,500		1,066,300	1,066,300		1,048,000	1,048,000	
Federal Funds	700,000	700,000		700,000	700,000		700,000	700,000	
Regular Total Funds	15,904,800	15,904,800		16,460,800	16,560,800	100,000	16,657,100	18,564,100	1,907,000
Use of Continuing									
TOTAL FUNDS	15,904,800	15,904,800		16,460,800	16,560,800	100,000	16,657,100	18,564,100	1,907,000
II. EXPENDITURE CATEGORY									
Personnel Costs	9,584,200	9,584,200		10,145,400	10,145,400		10,341,700	10,341,700	
Operating Expenses	4,960,900	4,960,900		4,955,700	4,955,700		4,955,700	4,955,700	
Grants, Loans, Benefits	459,700	459,700		459,700	559,700	100,000	459,700	459,700	
Debt Service								1,907,000	1,907,000
Capital Outlay	900,000	900,000		900,000	900,000		900,000	900,000	
TOTAL EXPENDITURES	15,904,800	15,904,800		16,460,800	16,560,800	100,000	16,657,100	18,564,100	1,907,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	14,208,300	14,208,300		14,694,500	14,694,500		14,909,100	14,909,100	
Restricted Funds	996,500	996,500		1,066,300	1,066,300		1,048,000	1,048,000	
Federal Funds	700,000	700,000		700,000	700,000		700,000	700,000	
Regular Total Funds	15,904,800	15,904,800		16,460,800	16,460,800		16,657,100	16,657,100	
Use of Continuing									
TOTAL BASE LEVEL	15,904,800	15,904,800		16,460,800	16,460,800		16,657,100	16,657,100	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund					100,000	100,000		1,907,000	1,907,000
TOTAL ADDITIONAL					100,000	100,000		1,907,000	1,907,000
V. ADDITIONAL BUDGET ITEMS									
1 NEW Debt Service									
ABR5450001	Provide debt service funds to support Bond Funds totaling \$15.7 Million for the replacement of the Master Control and Production Infrastructure.								
General Fund								1,907,000	1,907,000
Project Total								1,907,000	1,907,000

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet**Operating Budget****Kentucky Educational Television**

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
2 NEW Kentucky Educational Television - Appalshop								
ABR5450005 Provide funds for production equipment for the Appalshop program								
General Fund				100,000	100,000			
Project Total				100,000	100,000			
TOTAL ADDITIONAL				100,000	100,000			1,907,000
								1,907,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Kentucky Educational Television

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides General Fund support totaling \$100,000 in each fiscal year for production equipment for the Appalshop program.

The House provides General Fund support totaling \$1,907,000 in fiscal year 2007-2008 for debt service for \$15,707,000 in Bond Funds in Part II to replace the master control and production infrastructure for Kentucky Educational Television.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision.

"Debt Service: Included in the above General Fund appropriation is \$1,907,000 in fiscal year 2007-2008 to provide debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act."

The House amends the State/Executive Branch Budget Bill, Part II, Capital Budget, to include \$15,707,000 in Bond Funds for the project to Replace the Master Control and Production Infrastructure.

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

Kentucky Educational Television

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds					15,707,000	15,707,000			
Investment Income				100,000	100,000		100,000	100,000	
TOTAL CAPITAL				100,000	15,807,000	15,707,000	100,000	100,000	
II. CAPITAL PROJECTS									
1	Maintenance Pool								
PRJ5452536									
Investment Income				100,000	100,000		100,000	100,000	
Project Total				100,000	100,000		100,000	100,000	
2	Replace Master Control & Production Infrastructure								
PRJ5452534									
Bond Funds					15,707,000	15,707,000			
Project Total					15,707,000	15,707,000			
TOTAL CAPITAL				100,000	15,807,000	15,707,000	100,000	100,000	

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Environmental Education Council

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	1,061,800	1,061,800		192,800	192,800		194,400	194,400	
Regular Total Funds	1,061,800	1,061,800		192,800	192,800		194,400	194,400	
Use of Continuing									
TOTAL FUNDS	1,061,800	1,061,800		192,800	192,800		194,400	194,400	
II. EXPENDITURE CATEGORY									
Personnel Costs	212,000	212,000		130,900	130,900		132,300	132,300	
Operating Expenses	31,400	31,400		31,400	31,400		31,400	31,400	
Grants, Loans, Benefits	818,400	818,400		30,500	30,500		30,700	30,700	
TOTAL EXPENDITURES	1,061,800	1,061,800		192,800	192,800		194,400	194,400	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	187,200	187,200		192,800	192,800		194,400	194,400	
Regular Total Funds	187,200	187,200		192,800	192,800		194,400	194,400	
Use of Continuing									
TOTAL BASE LEVEL	187,200	187,200		192,800	192,800		194,400	194,400	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds	874,600	874,600							
TOTAL ADDITIONAL	874,600	874,600							
V. ADDITIONAL BUDGET ITEMS									
1	EXPAN Environmental Education Council - Job Embedded Prof. Development & Green Schools								
ABR4070001	Provides current year authority to expend interest from state bond issue for job embedded professional development pursuant to the Environmental Master Plan and for a Green Schools website.								
Restricted Funds	874,600	874,600							
Project Total	874,600	874,600							
TOTAL ADDITIONAL	874,600	874,600							

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Environmental Education Council

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill provides from non-recurring Kentucky Pride bond interest, Restricted Funds of \$874,600 in fiscal year 2005-2006 for the execution of the Environmental Master Plan pursuant to KRS 224.43-505(2)(b) and for the creation of a green schools website. Up to seven percent of the interest receipts may be used for administrative costs associated with implementing the provisions of the Plan.

HOUSE REPORT

The House concurs with the Branch.

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Libraries and Archives Summary

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	13,447,100	13,447,100		13,705,000	14,305,000	600,000	13,814,300	15,065,300	1,251,000
Restricted Funds	1,427,900	1,427,900		1,453,400	1,453,400		1,469,900	1,469,900	
Federal Funds	2,303,000	2,303,000		2,388,500	2,388,500		2,410,100	2,410,100	
Regular Total Funds	17,178,000	17,178,000		17,546,900	18,146,900	600,000	17,694,300	18,945,300	1,251,000
Use of Continuing									
TOTAL FUNDS	17,178,000	17,178,000		17,546,900	18,146,900	600,000	17,694,300	18,945,300	1,251,000

II. EXPENDITURE CATEGORY

Personnel Costs	6,694,700	6,694,700		7,042,300	7,042,300		7,189,700	7,189,700	
Operating Expenses	3,628,400	3,628,400		3,649,700	3,649,700		3,649,700	3,649,700	
Grants, Loans, Benefits	6,814,900	6,814,900		6,814,900	7,414,900	600,000	6,814,900	7,689,900	875,000
Debt Service								376,000	376,000
Capital Outlay	40,000	40,000		40,000	40,000		40,000	40,000	
TOTAL EXPENDITURES	17,178,000	17,178,000		17,546,900	18,146,900	600,000	17,694,300	18,945,300	1,251,000

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	13,447,100	13,447,100		13,705,000	13,705,000		13,814,300	13,814,300	
Restricted Funds	1,427,900	1,427,900		1,453,400	1,453,400		1,469,900	1,469,900	
Federal Funds	2,303,000	2,303,000		2,388,500	2,388,500		2,410,100	2,410,100	
Regular Total Funds	17,178,000	17,178,000		17,546,900	17,546,900		17,694,300	17,694,300	
Use of Continuing									
TOTAL BASE LEVEL	17,178,000	17,178,000		17,546,900	17,546,900		17,694,300	17,694,300	

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund				600,000	600,000		1,251,000	1,251,000	
TOTAL ADDITIONAL				600,000	600,000		1,251,000	1,251,000	

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

Libraries and Archives Summary

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE								
Bond Funds				8,055,000	8,055,000			
TOTAL CAPITAL				8,055,000	8,055,000			

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Library and Archives - General Operations

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	7,015,700	7,015,700		7,273,600	7,273,600		7,382,900	7,758,900	376,000
Restricted Funds	1,418,900	1,418,900		1,444,400	1,444,400		1,460,900	1,460,900	
Federal Funds	1,879,000	1,879,000		1,964,500	1,964,500		1,986,100	1,986,100	
Regular Total Funds	10,313,600	10,313,600		10,682,500	10,682,500		10,829,900	11,205,900	376,000
Use of Continuing									
TOTAL FUNDS	10,313,600	10,313,600		10,682,500	10,682,500		10,829,900	11,205,900	376,000
II. EXPENDITURE CATEGORY									
Personnel Costs	6,694,700	6,694,700		7,042,300	7,042,300		7,189,700	7,189,700	
Operating Expenses	3,501,900	3,501,900		3,523,200	3,523,200		3,523,200	3,523,200	
Grants, Loans, Benefits	77,000	77,000		77,000	77,000		77,000	77,000	
Debt Service								376,000	376,000
Capital Outlay	40,000	40,000		40,000	40,000		40,000	40,000	
TOTAL EXPENDITURES	10,313,600	10,313,600		10,682,500	10,682,500		10,829,900	11,205,900	376,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	7,015,700	7,015,700		7,273,600	7,273,600		7,382,900	7,382,900	
Restricted Funds	1,418,900	1,418,900		1,444,400	1,444,400		1,460,900	1,460,900	
Federal Funds	1,879,000	1,879,000		1,964,500	1,964,500		1,986,100	1,986,100	
Regular Total Funds	10,313,600	10,313,600		10,682,500	10,682,500		10,829,900	10,829,900	
Use of Continuing									
TOTAL BASE LEVEL	10,313,600	10,313,600		10,682,500	10,682,500		10,829,900	10,829,900	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund								376,000	376,000
TOTAL ADDITIONAL								376,000	376,000
V. ADDITIONAL BUDGET ITEMS									
1 NEW Debt Service									
ABR555A0006	Provide debt service to support bonds of \$8,055,000 to expand the Kentucky Department of Libraries and Archives Building in Frankfort.								
General Fund								376,000	376,000
Project Total								376,000	376,000
TOTAL ADDITIONAL								376,000	376,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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General Operations

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides additional General Fund support totaling \$376,000 in fiscal year 2007-2008 for debt service for \$8,055,000 in Bond Funds in Part II to expand the Libraries and Archives Building in Frankfort.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision.

"Debt Service: Included in the above General Fund appropriation is \$376,000 in fiscal year 2007-2008 to provide debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act."

The House amends the State/Executive Branch Budget Bill, Part II, Capital Budget, to include \$8,055,000 in Bond Funds for the project to Expand the Libraries and Archives Building.

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

Library and Archives - General Operations

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE								
Bond Funds				8,055,000	8,055,000			
TOTAL CAPITAL				8,055,000	8,055,000			
II. CAPITAL PROJECTS								
1 Expand the Libraries & Archives Building								
PRJ555A1460								
Bond Funds				8,055,000	8,055,000			
Project Total				8,055,000	8,055,000			
TOTAL CAPITAL				8,055,000	8,055,000			

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Library and Archives - Direct Local Aid

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE								
General Fund	6,431,400	6,431,400	6,431,400	7,031,400	600,000	6,431,400	7,306,400	875,000
Restricted Funds	9,000	9,000	9,000	9,000		9,000	9,000	
Federal Funds	424,000	424,000	424,000	424,000		424,000	424,000	
Regular Total Funds	6,864,400	6,864,400	6,864,400	7,464,400	600,000	6,864,400	7,739,400	875,000
Use of Continuing								
TOTAL FUNDS	6,864,400	6,864,400	6,864,400	7,464,400	600,000	6,864,400	7,739,400	875,000
II. EXPENDITURE CATEGORY								
Operating Expenses	126,500	126,500	126,500	126,500		126,500	126,500	
Grants, Loans, Benefits	6,737,900	6,737,900	6,737,900	7,337,900	600,000	6,737,900	7,612,900	875,000
TOTAL EXPENDITURES	6,864,400	6,864,400	6,864,400	7,464,400	600,000	6,864,400	7,739,400	875,000
III. BASE LEVEL BUDGET BY FUND SOURCE								
General Fund	6,431,400	6,431,400	6,431,400	6,431,400		6,431,400	6,431,400	
Restricted Funds	9,000	9,000	9,000	9,000		9,000	9,000	
Federal Funds	424,000	424,000	424,000	424,000		424,000	424,000	
Regular Total Funds	6,864,400	6,864,400	6,864,400	6,864,400		6,864,400	6,864,400	
Use of Continuing								
TOTAL BASE LEVEL	6,864,400	6,864,400	6,864,400	6,864,400		6,864,400	6,864,400	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE								
General Fund				600,000	600,000		875,000	875,000
TOTAL ADDITIONAL				600,000	600,000		875,000	875,000
V. ADDITIONAL BUDGET ITEMS								
1	GB	Libraries and Archives - Direct Local Aid - Public Library Facilities Construction Fund						
ABR555B0005 Provide funds to increase resources available for debt assistance grants to local public libraries.								
General Fund				600,000	600,000		600,000	600,000
Project Total				600,000	600,000		600,000	600,000
2	GB	Libraries and Archives - Direct Local Aid - Bookmobile Program						
ABR555B0002 Provide additional funds for the Bookmobile program.								
General Fund							275,000	275,000
Project Total							275,000	275,000

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Library and Archives - Direct Local Aid

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
TOTAL ADDITIONAL					600,000	600,000		875,000	875,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Direct Local Aid

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Per Capita Grants: Included in the above General Fund appropriation is \$4,000,000 in each fiscal year to award per capita grants in accordance with KRS 171.201. Notwithstanding KRS 171.201, the allotment of General Fund dollars distributed to each local library district shall not be less than received in fiscal year 2005-2006."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides General Fund support totaling \$600,000 in each fiscal year for the Public Library Facilities Construction Fund for debt assistance grants to local public libraries.

The House provides General Fund support totaling \$275,000 in fiscal year 2007-2008 for the Bookmobile program.

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Office for the Blind

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,307,700	1,307,700		1,335,300	1,335,300		1,343,200	1,343,200	
Restricted Funds	1,972,000	1,972,000		1,955,300	1,955,300		1,955,300	1,955,300	
Federal Funds	9,138,400	9,138,400		9,349,400	9,349,400		9,477,200	9,477,200	
Regular Total Funds	12,418,100	12,418,100		12,640,000	12,640,000		12,775,700	12,775,700	
Use of Continuing									
TOTAL FUNDS	12,418,100	12,418,100		12,640,000	12,640,000		12,775,700	12,775,700	
II. EXPENDITURE CATEGORY									
Personnel Costs	5,781,100	5,781,100		6,662,000	6,662,000		6,797,800	6,797,800	
Operating Expenses	1,320,800	1,320,800		1,320,800	1,320,800		1,320,800	1,320,800	
Grants, Loans, Benefits	5,316,200	5,316,200		4,657,200	4,657,200		4,657,100	4,657,100	
TOTAL EXPENDITURES	12,418,100	12,418,100		12,640,000	12,640,000		12,775,700	12,775,700	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,307,700	1,307,700		1,335,300	1,335,300		1,343,200	1,343,200	
Restricted Funds	1,972,000	1,972,000		1,955,300	1,955,300		1,955,300	1,955,300	
Federal Funds	9,138,400	9,138,400		8,955,600	8,955,600		9,060,800	9,060,800	
Regular Total Funds	12,418,100	12,418,100		12,246,200	12,246,200		12,359,300	12,359,300	
Use of Continuing									
TOTAL BASE LEVEL	12,418,100	12,418,100		12,246,200	12,246,200		12,359,300	12,359,300	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Federal Funds				393,800	393,800		416,400	416,400	
TOTAL ADDITIONAL				393,800	393,800		416,400	416,400	
V. ADDITIONAL BUDGET ITEMS									
1 GB Office for the Blind - General Positions									
ABR531A0001 Provide funds to support 8 full-time and 2 part-time positions									
Federal Funds				393,800	393,800		416,400	416,400	
Project Total				393,800	393,800		416,400	416,400	
TOTAL ADDITIONAL				393,800	393,800		416,400	416,400	

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Office for the Blind

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$393,800 in fiscal year 2006-2007 and \$416,400 in fiscal year 2007-2008 to support 8 full-time and 2 part-time positions.

HOUSE REPORT

The House concurs with the Branch.

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Employment and Training

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	3,015,000	3,015,000		3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds	669,338,200	669,338,200		672,218,400	672,218,400		672,371,200	672,371,200	
Regular Total Funds	672,353,200	672,353,200		675,218,400	675,218,400		675,371,200	675,371,200	
Use of Continuing									
TOTAL FUNDS	672,353,200	672,353,200		675,218,400	675,218,400		675,371,200	675,371,200	
II. EXPENDITURE CATEGORY									
Personnel Costs	44,706,900	44,706,900		48,153,900	48,153,900		48,251,800	48,251,800	
Operating Expenses	11,397,300	11,397,300		10,830,000	10,830,000		10,884,900	10,884,900	
Grants, Loans, Benefits	616,249,000	616,249,000		616,234,500	616,234,500		616,234,500	616,234,500	
TOTAL EXPENDITURES	672,353,200	672,353,200		675,218,400	675,218,400		675,371,200	675,371,200	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	3,015,000	3,015,000		3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds	669,338,200	669,338,200		669,338,200	669,338,200		669,338,200	669,338,200	
Regular Total Funds	672,353,200	672,353,200		672,338,200	672,338,200		672,338,200	672,338,200	
Use of Continuing									
TOTAL BASE LEVEL	672,353,200	672,353,200		672,338,200	672,338,200		672,338,200	672,338,200	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Federal Funds				2,880,200	2,880,200		3,033,000	3,033,000	
TOTAL ADDITIONAL				2,880,200	2,880,200		3,033,000	3,033,000	
V. ADDITIONAL BUDGET ITEMS									
1 GB	Employment and Training - Unemployment Insurance Administration								
ABR531B0004	Provide Federal Funds for 42 full-time, 4 part-time, and 21 other vacancies.								
Federal Funds				1,798,900	1,798,900		1,894,600	1,894,600	
Project Total				1,798,900	1,798,900		1,894,600	1,894,600	
2 GB	Employment and Training - Employment and Placement Services, Special Programs								
ABR531B0006	Provide Federal Funds to fill one full-time vacancy.								
Federal Funds				41,700	41,700		43,900	43,900	
Project Total				41,700	41,700		43,900	43,900	

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Employment and Training

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget Difference	Branch Budget	House Budget Difference	Branch Budget	House Budget Difference		
3	GB	Employment and Training - Employment and Placement Services, Workforce Investment Act						
ABR531B0005	Provide Federal Funds to fill four vacancies.							
Federal Funds			181,900	181,900	191,300	191,300		
Project Total			181,900	181,900	191,300	191,300		
4	GB	Employment and Training - Employment and Placement Services, Job Placement Services						
ABR531B0001	Provide Federal Funds to fill vacancies.							
Federal Funds			547,700	547,700	574,700	574,700		
Project Total			547,700	547,700	574,700	574,700		
5	GB	Employment and Training - Employment and Placement Services, Special Employment Support Services						
ABR531B0002	Provide Federal Funds to fill vacancies.							
Federal Funds			268,300	268,300	284,600	284,600		
Project Total			268,300	268,300	284,600	284,600		
6	GB	Employment and Training - Employment and Placement Services, Employment Information Support						
ABR531B0003	Provide Federal Funds to fill vacancy.							
Federal Funds			41,700	41,700	43,900	43,900		
Project Total			41,700	41,700	43,900	43,900		
TOTAL ADDITIONAL			2,880,200	2,880,200	3,033,000	3,033,000		

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Employment and Training

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Unemployment Insurance Penalty and Interest Account: Notwithstanding KRS 341.835, \$3,000,000 from the Unemployment Insurance Penalty and Interest Account in the Unemployment Compensation Administration Fund may be used during each fiscal year by the Office of Employment and Training to operate employment, training, and unemployment insurance programs."

"Reed Act Distribution: In addition to supplementing the Unemployment Insurance Trust Fund, Federal Funds made available to Kentucky as a result of the Reed Act distribution under Section 903(d) of the Social Security Act, as amended, may be used for the administration of the unemployment compensation law and the public employment offices for costs allowable under the Unemployment Insurance and Wagner-Peyser programs with prior approval by the Office of State Budget Director."

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$1,798,900 in fiscal year 2006-2007 and \$1,894,600 in fiscal year 2007-2008 to fill 142 vacancies in Unemployment Insurance Administration.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$41,700 in fiscal year 2006-2007 and \$43,900 in fiscal year 2007-2008 to fill vacancies in Employment and Placement Services, Special Programs.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$181,900 in fiscal year 2006-2007 and \$191,300 in fiscal year 2007-2008 to fill vacancies in Employment and Placement Services, Workforce Investment Act.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$547,700 in fiscal year 2006-2007 and \$574,700 in fiscal year 2007-2008 to fill vacancies in Employment and Placement Services, Job Placement Services.

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Employment and Training

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$268,300 in fiscal year 2006-2007 and \$284,600 in fiscal year 2007-2008 to fill vacancies in Employment and Placement Services, Special Employment Support Services.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Federal Funds of \$41,700 in fiscal year 2006-2007 and \$43,900 in fiscal year 2007-2008 to fill vacancies in Employment and Placement Services, Employment Information Support.

HOUSE REPORT

The House concurs with the Branch.

E - Education Cabinet**Capital Budget****Employment and Training**

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				800,000	800,000				
Federal Funds				850,000	850,000				
Capital Construction Surplus				335,000	335,000				
TOTAL CAPITAL				1,985,000	1,985,000				
II. CAPITAL PROJECTS									
2	Replace HVAC System - Winchester OET								
PRJ531D2501									
Capital Construction Surplus				335,000	335,000				
Project Total				335,000	335,000				
5	KEWES - Seibel Upgrade								
PRJ531D2499									
Restricted Funds				550,000	550,000				
Federal Funds				600,000	600,000				
Project Total				1,150,000	1,150,000				
6	KEWES - Appeals Upgrade								
PRJ531D2504									
Restricted Funds				250,000	250,000				
Federal Funds				250,000	250,000				
Project Total				500,000	500,000				
TOTAL CAPITAL				1,985,000	1,985,000				

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Career and Technical Education

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	30,676,400	30,676,400		30,005,200	30,005,200		29,844,300	29,844,300	
Restricted Funds	20,056,800	20,056,800		20,165,400	20,165,400		20,220,400	20,220,400	
Federal Funds	15,179,700	15,179,700		15,188,500	15,188,500		15,188,500	15,188,500	
Regular Total Funds	65,912,900	65,912,900		65,359,100	65,359,100		65,253,200	65,253,200	
Use of Continuing									
TOTAL FUNDS	65,912,900	65,912,900		65,359,100	65,359,100		65,253,200	65,253,200	
II. EXPENDITURE CATEGORY									
Personnel Costs	38,092,900	38,092,900		39,320,500	39,320,500		39,895,500	39,895,500	
Operating Expenses	10,893,900	10,893,900		10,861,700	10,861,700		10,282,700	10,282,700	
Grants, Loans, Benefits	16,466,100	16,466,100		14,670,800	14,670,800		14,665,400	14,665,400	
Capital Outlay	460,000	460,000		506,100	506,100		409,600	409,600	
TOTAL EXPENDITURES	65,912,900	65,912,900		65,359,100	65,359,100		65,253,200	65,253,200	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	30,676,400	30,676,400		29,002,900	29,002,900		29,259,800	29,259,800	
Restricted Funds	20,056,800	20,056,800		19,504,400	19,504,400		19,555,800	19,555,800	
Federal Funds	15,179,700	15,179,700		15,188,500	15,188,500		15,188,500	15,188,500	
Regular Total Funds	65,912,900	65,912,900		63,695,800	63,695,800		64,004,100	64,004,100	
Use of Continuing									
TOTAL BASE LEVEL	65,912,900	65,912,900		63,695,800	63,695,800		64,004,100	64,004,100	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				1,002,300	1,002,300		584,500	584,500	
Restricted Funds				661,000	661,000		664,600	664,600	
TOTAL ADDITIONAL				1,663,300	1,663,300		1,249,100	1,249,100	
V. ADDITIONAL BUDGET ITEMS									
1 EXPAN Career and Technical Education Accessibility Fund (CTEAF)									
ABR531C0006 Provides General Fund for operating ATCs in Pulaski, Warren, and Butler Counties.									
General Fund				1,002,300	1,002,300		584,500	584,500	
Restricted Funds				600,000	600,000		600,000	600,000	
Project Total				1,602,300	1,602,300		1,184,500	1,184,500	

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Career and Technical Education

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
2 GB Career and Technical Education - Contract Services								
ABR531C0001 Provide funds for a 12 month instructor at a juvenile justice facility.								
Restricted Funds			61,000	61,000		64,600	64,600	
Project Total			61,000	61,000		64,600	64,600	
TOTAL ADDITIONAL			1,663,300	1,663,300		1,249,100	1,249,100	

TRANSFERS TO THE GENERAL FUND

Career and Technical Education

Agency Revenue Fund	656,800	656,800
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TOTAL	656,800	656,800
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Career and Technical Education

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Career and Technical Education , Restricted Funds of \$656,800 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Participation in the Education Technology Program by Area Vocational Education Centers: Area Vocational Education Centers shall be fully eligible to participate in the Kentucky Education Technology System. Notwithstanding KRS 157.650, 157.655, 157.660, and 157.665, the School Facilities Construction Commission, in consultation with the Kentucky Board of Education and the Department of Education, shall develop administrative regulations which identify a methodology by which the average daily attendance for Area Vocational Education Centers may be equated to the average daily attendance of other local school districts in order that they may receive their respective distributions of these funds. The School Facilities Construction Commission shall include Area Vocational Education Centers in any offers of assistance to local school districts for technology assistance during the 2006-2008 fiscal biennium."

"Area Technology Centers: Included in the above General Fund appropriation is \$1,645,100 in fiscal year 2006-2007 and \$1,092,300 in fiscal year 2007-2008 for program operations at Pulaski, Warren, and Butler County Area Technology Centers and state-operated technical programs at Hancock and Kenton County schools. Included in the above Restricted Funds appropriation is \$600,000 in each fiscal year from the Department of Education for support of the ongoing operational costs for Pulaski, Warren, and Butler County Area Technology Centers and state-operated technical programs at Hancock and Kenton County schools."

"Transfer of State-Operated Secondary Vocational Education and Technology Centers: (a) Notwithstanding KRS 151B.035, 151B.040, 151B.045, 151B.050, 151B.055, 151B.070, or any other statute to the contrary, effective at the beginning of fiscal year 2006-2007 a local board of education may submit a request to the Executive Director of the Office of Career and Technical

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Career and Technical Education

Education to assume authority for the management and control of a state-operated secondary vocational education and technology center. Upon agreement between the Executive Director of the Office of Career and Technical Education and the local board of education for the transfer of a state-operated secondary vocational education and technology center, all personnel, equipment and supplies shall be transferred to the local board of education and shall only be utilized for the operation of the locally operated vocational center. The transfer of management and control of the secondary area vocational education and technology center shall be considered a permanent transfer to the local district.

(b) All certified employees who are affected by a transfer to the local board of education under this provision shall be granted one year limited contracts by the local board of education and shall be employed on the local district salary schedule. Classified employees shall be guaranteed employment equal to their present status for at least one complete school term. Transferred employees shall be provided the benefits of comparable employees in the district and shall be subject to all rules and policies of the local board of education, including but not limited to disciplinary and personnel actions that are the same as those that may be exercised by the district for any other employee in the district during a contract period.

(c) The transferred employees who have accrued annual leave and compensatory time shall be paid a lump sum for the accrued time at the effective date of the transfer by the Office of Career and Technical Education. The employee shall be granted credit for accrued sick leave up to the maximum allowed for transfers for teachers between school districts. Sick leave credit shall be awarded to classified employees based on the local board policy. Any excess sick leave that a classified or certified employee has earned that the district will not accept in the transfer may be requested to be held in escrow by the appropriate state personnel system under KRS Chapter 18A or KRS Chapter 151B, and the sick leave balance shall be restored to the employee if the employee returns to a state government position.

(d) An employee who is to be transferred to a local board of education under provisions of this section but who chooses not to accept a one year limited contract with the board shall be separated from the state system and the employee's position shall be abolished. Notwithstanding any other statute, the employee may apply for any state position for which the employee is qualified but shall not be granted priority over other applicants for a position because the employee's position was abolished due to a transfer of the vocational education and technology center. An employee who refuses a contract with the local board shall be provided a lump-sum payment for accrued annual leave and compensatory time, and the employee's sick leave balance shall be placed in escrow by the appropriate state personnel system under KRS Chapter 18A or KRS Chapter 151B. The sick leave balance shall be restored to the employee if the employee returns to a state government position.

(e) A certified employee, other than the principal, who has earned continuing status in the state certified personnel system under KRS Chapter 151B may be granted tenure under the provisions of KRS 161.740(1)(c). A principal may be granted tenure as a teacher, but the provisions relating to demotion of the principal under KRS 161.765 shall apply.

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Career and Technical Education

(f) Employees of the Office of Career and Technical Education who are transferred to the local school district and who occupy a position covered by the Kentucky Teachers' Retirement System shall remain in the Teachers' Retirement System.

(g) The General Fund moneys previously appropriated to the Office of Career and Technical Education for support of the transferred state-operated vocational technical school shall be appropriated to the Kentucky Department of Education for support of the local board of education center operations effective at the beginning of fiscal year 2006-2007. In addition, the local board of education shall receive 100 percent of the Support Education Excellence in Kentucky (SEEK) Program funds from the Kentucky Department of Education that are generated from students enrolled in the center."

The State/Executive Branch Budget Bill, Part I, Operating Budget provides General Fund of \$1,002,300 in fiscal year 2006-2007 and \$584,500 in fiscal year 2007-2008 and Restricted Funds of \$600,000 in fiscal year 2006-2007 and \$600,000 in fiscal year 2007-2008 for additional operating funds for Area Technical Centers in Pulaski, Warren, and Butler counties.

The State/Executive Branch Budget Bill, Part I, Operating Budget provides Restricted Funds of \$61,000 in fiscal year 2006-2007 and \$64,600 in fiscal year 2007-2008 for a 12 month instructor at a juvenile justice facility.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to amend the following language provision.

"Area Technology Centers: Included in the above General Fund appropriation is \$1,002,300 in fiscal year 2006-2007 and \$584,500 in fiscal year 2007-2008 for program operations at Pulaski, Warren, and Butler County Area Technology Centers. Included in the above Restricted Funds appropriation is \$600,000 in each fiscal year from the Department of Education for support of the ongoing operational costs for Pulaski, Warren, and Butler County Area Technology Centers and state-operated technical programs at Hancock and Kenton County schools. Notwithstanding KRS 45.229, unexpended General Fund appropriations to the Career and Technical Education Accessibility Fund for fiscal year 2005-2006, not to exceed \$142,000, shall not lapse and shall carry forward to fiscal year 2006-2007 to be used for the purchase of welding, carpentry, and automotive equipment for new vocational programs at the Pulaski, Warren, and Butler County area technology centers."

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Vocational Rehabilitation

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	12,707,000	12,707,000		12,764,900	13,089,700	324,800	12,807,000	13,134,400	327,400
Restricted Funds	2,904,100	2,904,100		2,673,500	2,673,500		2,675,600	2,675,600	
Federal Funds	46,341,400	46,341,400		45,912,700	46,642,000	729,300	45,727,300	46,491,200	763,900
Regular Total Funds	61,952,500	61,952,500		61,351,100	62,405,200	1,054,100	61,209,900	62,301,200	1,091,300
Use of Continuing									
TOTAL FUNDS	61,952,500	61,952,500		61,351,100	62,405,200	1,054,100	61,209,900	62,301,200	1,091,300
II. EXPENDITURE CATEGORY									
Personnel Costs	25,845,300	25,845,300		26,737,000	27,641,100	904,100	27,175,300	28,116,600	941,300
Operating Expenses	4,719,500	4,719,500		4,695,700	4,845,700	150,000	4,719,100	4,869,100	150,000
Grants, Loans, Benefits	31,327,700	31,327,700		29,858,400	29,858,400		29,255,500	29,255,500	
Capital Outlay	60,000	60,000		60,000	60,000		60,000	60,000	
TOTAL EXPENDITURES	61,952,500	61,952,500		61,351,100	62,405,200	1,054,100	61,209,900	62,301,200	1,091,300
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	12,707,000	12,707,000		12,764,900	12,764,900		12,807,000	12,807,000	
Restricted Funds	2,904,100	2,904,100		2,673,500	2,673,500		2,675,600	2,675,600	
Federal Funds	46,341,400	46,341,400		45,543,000	45,543,000		45,337,300	45,337,300	
Regular Total Funds	61,952,500	61,952,500		60,981,400	60,981,400		60,819,900	60,819,900	
Use of Continuing									
TOTAL BASE LEVEL	61,952,500	61,952,500		60,981,400	60,981,400		60,819,900	60,819,900	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund					324,800	324,800		327,400	327,400
Federal Funds				369,700	1,099,000	729,300	390,000	1,153,900	763,900
TOTAL ADDITIONAL				369,700	1,423,800	1,054,100	390,000	1,481,300	1,091,300
V. ADDITIONAL BUDGET ITEMS									
1 GB Vocational Rehabilitation - Program Services									
ABR531D0001 Provides funds for 8 new Vocational Rehabilitation Counselors, 4 Rehabilitation Assistants, 3 Rehabilitation Managers, and 1 Accountant III									
General Fund					174,800	174,800		177,400	177,400
Federal Funds					729,300	729,300		763,900	763,900
Project Total					904,100	904,100		941,300	941,300

HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Vocational Rehabilitation

			Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
			Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
2	GB	Vocational Rehabilitation - Carl D Perkins Rehab Center									
	ABR531D0002	Provide funds for nine permanent full-time positions.									
	Federal Funds					367,300	367,300		388,100	388,100	
	Project Total					367,300	367,300		388,100	388,100	
3	GB	Vocational Rehabilitation - Executive Director									
	ABR531D0003	Provide funds for indirect cost transfers to fund positions included in the Education Cabinets Office of Budget and Administration.									
	Federal Funds					2,400	2,400		1,900	1,900	
	Project Total					2,400	2,400		1,900	1,900	
4	EXPAN	Interpreter Services and Deaf Student Support									
	ABR531D0005	Provide funds for interpreters services and deaf student support at postsecondary institutions.									
	General Fund						150,000	150,000		150,000	150,000
	Project Total						150,000	150,000		150,000	150,000
TOTAL ADDITIONAL						369,700	1,423,800	1,054,100	390,000	1,481,300	1,091,300

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Vocational Rehabilitation

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides General Fund support totaling \$174,800 and Federal Funds of \$729,300 in fiscal year 2006-2007 and General Fund support totaling \$177,400 and Federal Fund support of \$763,900 in fiscal year 2007-2008 for 15 positions within Vocational Rehabilitation.

The House provides General Fund support totaling \$150,000 in each fiscal year for interpreter services and deaf student support at postsecondary institutions.

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E - Education Cabinet

Capital Budget

Vocational Rehabilitation

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Vocational Rehabilitation - Fayette County Lease

PRJ531D2505

General Fund

Project Total

2 Franklin Co - Lease

PRJ531D2506

General Fund

Project Total

TOTAL CAPITAL

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HOUSE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Education Professional Standards Board

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,182,200	10,182,200		10,328,800	10,628,800	300,000	10,328,800	10,628,800	300,000
Restricted Funds	1,129,600	1,129,600		1,416,800	1,416,800		1,449,500	1,449,500	
Federal Funds	4,379,200	4,379,200		4,379,200	4,379,200		4,379,200	4,379,200	
Regular Total Funds	15,691,000	15,691,000		16,124,800	16,424,800	300,000	16,157,500	16,457,500	300,000
Use of Continuing	631,500	631,500							
TOTAL FUNDS	16,322,500	16,322,500		16,124,800	16,424,800	300,000	16,157,500	16,457,500	300,000
II. EXPENDITURE CATEGORY									
Personnel Costs	3,418,500	3,418,500		3,558,000	3,558,000		3,590,700	3,590,700	
Operating Expenses	1,090,000	1,090,000		1,090,000	1,090,000		1,090,000	1,090,000	
Grants, Loans, Benefits	11,814,000	11,814,000		11,476,800	11,776,800	300,000	11,476,800	11,776,800	300,000
TOTAL EXPENDITURES	16,322,500	16,322,500		16,124,800	16,424,800	300,000	16,157,500	16,457,500	300,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,182,200	10,182,200		10,328,800	10,328,800		10,328,800	10,328,800	
Restricted Funds	1,129,600	1,129,600		1,416,800	1,416,800		1,449,500	1,449,500	
Federal Funds	4,379,200	4,379,200		4,379,200	4,379,200		4,379,200	4,379,200	
Regular Total Funds	15,691,000	15,691,000		16,124,800	16,124,800		16,157,500	16,157,500	
Use of Continuing	631,500	631,500							
TOTAL BASE LEVEL	16,322,500	16,322,500		16,124,800	16,124,800		16,157,500	16,157,500	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund					300,000	300,000		300,000	300,000
TOTAL ADDITIONAL					300,000	300,000		300,000	300,000
V. ADDITIONAL BUDGET ITEMS									
1 GB	Education Professional Standards Board - National Board of Teaching Standards Certification								
ABR1830007	Provides additional funds for the cost of financial support and incentives to Kentucky educators seeking National Board Certification.								
General Fund					300,000	300,000		300,000	300,000
Project Total					300,000	300,000		300,000	300,000
TOTAL ADDITIONAL					300,000	300,000		300,000	300,000

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Education Professional Standards Board

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"National Board of Teaching Standards Certification: Notwithstanding KRS 161.134, up to \$800,000 in fiscal year 2006-2007 and \$800,000 in fiscal year 2007-2008 is provided for National Board of Teaching Standards Certification from the General Fund."

"Employment of Leadership Personnel: Notwithstanding KRS 18A.005 to 18A.200, the Education Professional Standards Board shall have the sole authority to determine the employees of the Education Professional Standards Board staff who are exempt from the classified service and to set their compensation comparable to the competitive market."

"Kentucky Teacher Internship Program: Notwithstanding KRS 45.229, any unexpended General Fund appropriation from fiscal year 2005-2006 and fiscal year 2006-2007 shall not lapse and shall carry forward to be used to support operations of the Kentucky Teacher Internship Program."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides additional General Fund support totaling \$300,000 in each fiscal year to support the Teachers' National Incentive Trust Fund.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to amend the following language provision:

"National Board of Teaching Standards Certification: Notwithstanding KRS 161.134, up to \$1,100,000 in fiscal year 2006-2007 and \$1,100,000 in fiscal year 2007-2008 is provided for National Board of Teaching Standards Certification from the General Fund."